



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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July 10, 2001

CERTIFIED RETURN RECEIPT

7000 0520 0021 7582 9842

Mr. Lanny Jensen
598 West 300 North
Richfield, Utah 84701

RE: Follow-up to Potential Notice of Non-Compliance, Cream Time Quarry, S/039/009, Sanpete County, Utah

Dear Mr. Jensen:

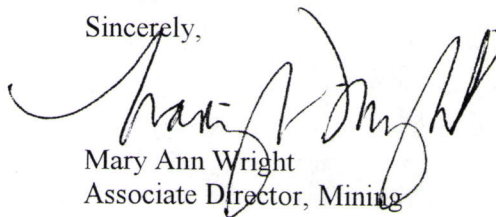
As a follow-up to the Division's conference call on June 21, 2001, regarding the potential non-compliance at the Cream Time Quarry, you were to submit to the Division a copy of your annual report for the year 2000, remit the permit fee (\$200.00) for the years 2000 and 2001, and provide a letter outlining when the required reclamation work would commence (either by Coleman Excavating or yourself).

On June 29, 2001, we received your letter dated June 22, 2001, your year 2000 annual report, and the \$200.00 check for the permit fees. Your letter stated that Coleman Excavating would begin the work within three weeks (on or about July 12, 2001). If Coleman Excavating cannot keep this schedule, you will begin the work with your own equipment.

The Division hereby establishes an August 1, 2001, deadline to complete the reclamation work which has been outlined. Failure to complete the reclamation work by this date will result in a Division Directive requiring you to permit the Cream Time Quarry as a large mining operation and submit a \$30,000 transitional reclamation surety for the current six acre disturbance (\$5,000.00 per acre). All mining activity would be suspended until the transitional reclamation surety was submitted, and there would be *no* expansion allowed until the large mining permit was approved.

If you have any questions regarding this letter or wish to discuss this matter further, please contact me at (801) 538-5306 or Wayne Hedberg at 538-5286.

Sincerely,



Mary Ann Wright
Associate Director, Mining

jb

cc: John Blake, SITLA
Wayne Hedberg, DOGM
Lynn Kunzler, DOGM

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